

Exhibit “I”

UNITED STATES BANKRUPTCY COURT

CENTRAL DISTRICT OF CALIFORNIA

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4 In Re:) Case No. SA08-17206-ES
5 PALMDALE HILLS PROPERTY, LLC,) Santa Ana, California
6 Debtor.) Thursday, February 11, 2010
) 10:30 a.m.
)

ADV. 09-01005
SCC ACQUISITION INC ET AL
V. LEHMAN ALI INC ET AL

HEARING RE: JOINT STIPULATION
REGARDING PLAINTIFFS' MOTION
TO COMPEL DISCOVERY FROM
DEFENDANTS LEHMAN ALI, INC.,
LEHMAN COMMERCIAL PAPER,
INC., NORTHLAKE HOLDINGS,
LLC, OVC HOLDINGS, LLC, AND
LV PACIFIC POINT, LLC

CONT'D HEARING RE: DEFENDANTS
LEHMAN ALI, INC., LEHMAN
COMMERCIAL PAPER, INC.,
NORTHLAKE HOLDINGS, LLC, OVC
HOLDINGS, LLC, AND LV PACIFIC
POINT, LLC'S MOTION TO COMPEL

HEARING RE: DEFENDANT FENWAY
CAPITAL, LLC'S MOTION TO
DISMISS THIRD AMENDED
COMPLAINT

25 Proceedings recorded by electronic sound recording;
transcript produced by transcription service.

1 CONT'D HEARING RE: DEFENDANTS
2 LEHMAN ALI INC.'S, NORTHLAKE
3 HOLDINGS LLC'S, OVC HOLDINGS
4 LLC'S, AND CREDITOR LEHMAN
COMMERCIAL PAPER INC.'S
MOTION TO DISMISS THIRD
AMENDED COMPLAINT

5 TRANSCRIPT OF PROCEEDINGS
6 BEFORE THE HONORABLE ERITHE A. SMITH
7 UNITED STATES BANKRUPTCY JUDGE

8 APPEARANCES:

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1 What I'm about to say is that in fact, the point
2 that somehow there are no property interests of Lehman that
3 are now being implicated because this Court ruled on October
4 2nd that among the quote-unquote "sold loans" were also the
5 unsold loans.

6 That point has never been raised to this Court,
7 and I haven't raised it. But it was raised to the BAP. And
8 the only way -- I guess the only way that it can be
9 clarified --

10 THE COURT: Well, I -- I'm confused. This is why
11 I wanted to stop this anyway, because now it's just getting
12 out of hand.

13 MR. SOTO: Okay.

14 THE COURT: Because the point is I've always
15 understood that there were sold and there were unsold loans.

16 MR. SOTO: Then there's no issue, your Honor.
17 Then if that's true, there's no issue, because the BAP
18 understands it as well. And the motion for clarification --

19 THE COURT: All right. We've been through that at
20 numerous hearings, so this is, in my view, not really new.
21 Okay.

22 MR. SOTO: Thank you, your Honor.

23 THE COURT: So now we need to -- I guess it needs
24 to be soon, right, because we've got discovery things going
25 on also.